

NSC BRIEFING

~~SECRET~~

16 October 1954

PAKISTANI POLITICAL SITUATION

1. Tough-minded but chronically ailing

Governor General heading able pro-American
government now appears control situation.

A. Govt. has full support of armed and

civil services.

B. Will deal firmly with any counter move
by dissidents.

C. Mohammed Ali holds office as front for
governor general and cabinet with tenure
dependent on good behavior.

D. Moslem League now badly split, moribund.

1. Postponement scheduled convention by
both government and dissident factions
indicates no positive achievement
possible.

2. Unlikely League can revitalize self
soon.

E. As result this situation, national
elections not imminent.

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1. Govt. may feel unable control them.
 2. Constitution therefore further delayed.
- II. Govt. faces problems in effort achieve stability.
- A. Absence responsible political groups.
 - B. Economic instability, due:
 1. Jute and cotton slump.
 2. Resultant shortage foreign exchange
essential to economic development.
 - C. Recent increase US aid to \$155 million for FY 1955 will meet current year's need.